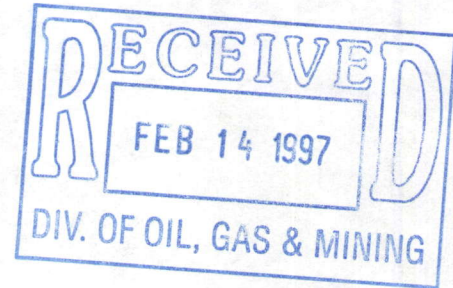


DIAMOND K GYPSUM, INC.

M/015/041

February 6, 1997



Mr. Neil Simmons
San Rafael Resource Area Management
900 North 700 East
Price, UT 84501

Regarding: Amendment of Feb. 4, 1997

Dear Mr. Neil Simmons:

This letter is concerning dust abatement and length of the existing road which is used by ranchers that connects to the Moore Road. This road goes straight through claim number 5 to the west but it also turns and goes directly into the quarry area and stops. The length of the road to the turn is 308 feet long and 15 Feet wide. The portion of the road that turns and goes directly into the quarry area is 635 Feet long and 15 Feet wide.

With the short distance and the low speed which will be necessary, we don't anticipate a dust problem but will address it if need be.

Enclosed is the drawing of the proposed quarry area which you requested. If you have any questions or concerns please feel free to call 1-800-497-7861.

Sincerely,

A handwritten signature in dark ink, appearing to read "Phillip Palmer".

Phillip Palmer

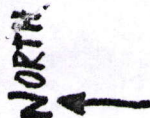
Original to: Mr. Neil Simmons
San Rafael Resource Area Management
900 North 700 East
Price, UT 84501

Copies to: Tony Gallegos
Utah Oil, Gas and Mining Division
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, UT 84114-5801

John E. Welsh
4780 Bonair Street
Salt Lake City, UT 84117



DIAMOND K GYPSUM



MOORE RD.

208 FT

15 FT WIDE

TOP SOIL

OVER BURDEN

35 FT

AREA TO BE MINED (APPROX 1 ACRE)

TRUCK LOADING TURN AROUND AREA

SOUTH SALT MARSH

MINED GYPSUM PILE

APPROX. 3 ACRE DISTURBED

